

YANO, MURPHY, WEGGELAND AND FRIEDLAND, P.C.

ATTORNEYS AT LAW

376 EAST 4TH SOUTH STREET, SUITE 300

SALT LAKE CITY, UTAH 84111

PHONE (801) 533-8505

JAMES A. MURPHY

May 22, 1979



The Board of Oil, Gas and Mining
Department of Natural Resources
in and for the State of Utah
1588 West North Temple
Salt Lake City, Utah 84116

Re: ACT/015-007 - Brown Mountain Mine
ACT/015-008 - Eagle Mine- Emery County, Utah

Gentlemen:

Pursuant to the previously entered orders of the Board on March 29, 1979 and April 26, 1979, the undersigned as attorney for Adams Mining Company reports the following:

Brown Mountain Mine - ACT/015/007

1. The continuing bond as required by Rule M5 is not available to Adams Mining Company and, therefore, Adams Mining Company proposes that the bond requirement be satisfied by Adams Mining Company of an initial deposit in the amount of \$1,834.00 (being 25% of the bond amount) together with the sum of \$500.00 per month in similar certificates of deposit monthly until the total bond requirement is satisfied. The certificates of deposit would be obtained initially on the first day of June and monthly thereafter until the bond requirement is satisfied.

2. The reclamation standards have been revised and conferences have been held with members of the Division relative to reduction of loss of vegetation and revegetation procedures to be accomplished upon completion of mining activities.

3. Submitted herewith is a map of the Brown Mountain Mine in fulfillment of the requirements of Rule M3 of the Board.

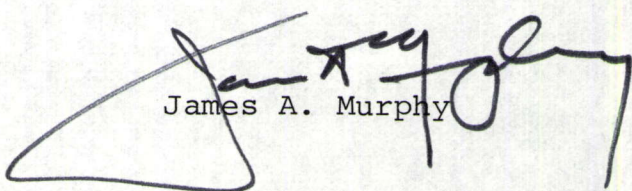
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Eagle Mountain Mine - ACT/015/008

It is the desire of Adams Mining Company to withdraw its application for mining of the Eagle Mine and to limit its activities in relation to such mine to minimal exploration activities. Reason for withdrawal of this mine is that at the present time it is not in an economic status to be commercially mined and prior to any commercial mining activity substantial exploration must be conducted. Upon completion of exploration activities assuming that such mine is susceptible of commercial operation, a mining plan will be filed with the Board in accordance with its requirements. At the present time no mining activities are or have been conducted on the proposed Eagle Mine location.

Your consideration of these matters is appreciated.

Very truly yours,


James A. Murphy

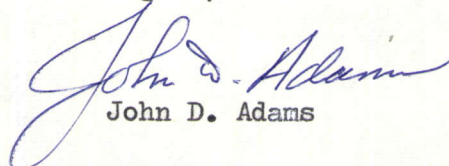
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"EXHIBIT "A"

RE: RULE M-3

- (1) See Color Coded Map
 - (a) Marked on map
 - (b) Map shows active & inactive mined areas, boundary of property; surface owners, public domain, mineral owners, George Bearnsen, Luke Pappas, Mark Nelson, Mrs. Fred Jones
 - (c) Scale is 1" to 400'
 - (d) Roads & buildings marked on map
 - (e) Natural drainages shown on map
 - (f) Shown on map: drill locations, depths of water bearing stratas, thickness of mineral bearing strata from 2' of surge to 210', no toxic materials encountered
 - (g) Storage area for top soil color coded
Disposal area for over burden color coded
no tailings
no water disposal other than rains which has natural drainage
 - (h) None

Signed,


John D. Adams